

3-11-02 Assessment db updated. cm

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ARIZONA CORPORATION
COMMISSION
RECEIVED
MAR 11 2002

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

Director of Utilities

C

W-02370A
CHINO MEADOWS II WATER COMPANY
P. O. BOX 350
CHINO VALLEY AZ 86323-0350

ANNUAL REPORT

FOR YEAR ENDING

12	31	2001
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FOR COMMISSION USE

ANN04	01
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35 MAY 2002

SCANNED

11 MAR 2002

Processed by:

3-11-02 cm

5-16-02

COMPANY INFORMATION

Company Name (Business Name) Chino Meadows II Water Co., Inc.

Mailing Address P. O. Box 350
(Street)

Chino Valley
(City)

AZ
(State)

86323
(Zip)

(928) 636-2616
Telephone No. (Include Area Code)

(928) 636-0684
Fax No. (Include Area Code)

(928) 925-2122
Pager/Cell No. (Include Area Code)

Email Address dewey@leviehomes.com

Local Office Mailing Address Same
(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Dewey J. Levie President
(Name) (Title)

501 N. Highway 89
(Street)

Chino Valley
(City)

AZ
(State)

86323
(Zip)

(928) 636-2616
Telephone No. (Include Area Code)

(928) 636-0684
Fax No. (Include Area Code)

(928) 925-2122
Pager/Cell No. (Include Area Code)

Email Address dewey@leviehomes.com

On Site Manager: Same
(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: Dewey J. Levie
(Name)

501 N. Highway 89 Chino Valley AZ 86323
(Street) (City) (State) (Zip)

(928) 636-2616 (928) 636-0684 (928) 925-2122
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: _____
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

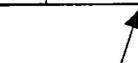
Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	6843.02	3770.05	3072.97
302	Franchises			
303	Land and Land Rights	15204.06		15204.06
304	Structures and Improvements	44339.01	11586.70	32752.31
305	Collecting & Impounding	4349.74	931.16	3418.58
307	Wells & Springs	27448.37	13358.34	14090.03
309	Supply Mains	1009.21	290.26	718.95
311	Pumping Equipment	38113.40	13598.30	24515.10
320	Water Treatment Equipment	2804.75	1003.04	1801.71
330	Distribution Reservoirs and Standpipes	51683.88	25336.75	26347.13
331	Transmission and Distribution Mains	254939.84	154159.06	100780.78
333	Services	28757.63	10656.13	18101.50
334	Meters and Meter Installations	60148.64	28943.26	31205.38
335	Hydrants	12041.55	3149.31	8892.24
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1304.73	1031.68	273.05
340	Office Furniture and Equipment	8621.15	2982.43	5638.72
341	Transportation Equipment	38898.91	8511.76	30387.15
343	Tools, Shop and Garage Equipment	949.18	181.48	767.70
344	Laboratory Equipment			
345	Power Operated Equipment	24704.47	7388.51	17315.96
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	622161.54	286878.22	335283.32

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	6843.02	5%	342.15
302	Franchises			
303	Land and Land Rights	15204.06		
304	Structures and Improvements	44339.01	5%	2216.96
305	Collecting & Impounding	4349.74	5%	217.49
307	Wells & Springs	27448.37	5%	1372.42
309	Supply Mains	1009.21	5%	50.46
311	Pumping Equipment	38113.40	5%	1905.67
320	Water Treatment Equipment	2804.75	5%	140.23
330	Distribution Reservoirs and Standpipes	51683.88	5%	2584.19
331	Transmission and Distribution Mains	254939.84	5%	11529.57
333	Services	28757.63	5%	1415.61
334	Meters and Meter Installations	60148.64	5%	2985.47
335	Hydrants	12041.55	5%	602.08
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1304.73	5%	65.24
340	Office Furniture and Equipment	8621.15	5%	431.05
341	Transportation Equipment	38898.91	5%	1944.95
343	Tools, Shop and Garage Equipment	949.18	5%	47.46
344	Laboratory Equipment			
345	Power Operated Equipment	24704.47	5%	1235.22
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	622161.54		29086.22

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 14384.50	\$ 1192.38
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	7527.19	10259.59
146	Notes/Receivables from Associated Companies	167.96	103.56
151	Plant Material and Supplies	16527.68	16527.68
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	372.00	0.00
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 38979.33	\$ 28083.21
	FIXED ASSETS		
101	Utility Plant in Service	\$ 581645.79	\$ 622161.54
103	Property Held for Future Use	1822.00	1822.00
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(259031.14)	(288117.36)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 324436.65	\$ 335866.18
	TOTAL ASSETS	\$ 363415.98	\$ 363949.39

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)	0.00	18000.00
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	22718.91	22179.27
236	Accrued Taxes	4681.86	5784.04
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 27400.77	\$ 45963.31
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 63346.93	\$ 52313.19
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	94868.78	92676.97
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	12473.78	12473.78
272	Less: Amortization of Contributions	-2630.87	-2630.87
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 104711.69	\$ 102519.88
	TOTAL LIABILITIES	\$ 195459.39	\$ 200796.38
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 8597.00	\$ 8597.00
211	Paid in Capital in Excess of Par Value	80266.00	80266.00
215	Retained Earnings plus net income	(19981.79)	(21983.38)
218	Proprietary Capital (Sole Props and Partnerships)		
215.01	- OPENING BALANCE EQUITY	\$ 142177.65	\$ 142177.65
220	TREASURY STOCK	(43102.27)	(43102.27)
	TOTAL CAPITAL	167956.59	165955.00
	TOTAL LIABILITIES AND CAPITAL	\$ 363415.98	\$ 366751.38

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 269979.29	\$ 285384.35
460	Unmetered Water Revenue		
474	Other Water Revenues	4432.80	5356.53
	TOTAL REVENUES	\$ 274412.09	\$ 290740.88
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 95661.50	\$ 105773.80
604	EMPLOYEE PENSION & BENEFIT	1662.90	1751.05
615	Purchased Power	11594.42	13204.85
618	Chemicals	492.35	349.76
620	Repairs and Maintenance	31572.90	32624.19
621	Office Supplies and Expense	18701.51	19306.58
630	Outside Services	8317.25	8529.65
635	Water Testing	720.00	4827.55
641	Rents		
650	Transportation Expenses	17574.69	19469.64
657	Insurance – General Liability	7249.95	11436.56
659	Insurance - Health and Life	5911.16	7489.62
670	Regulatory Commission Expense - BAD DEBT	1461.91	1933.64
675	Miscellaneous Expense	1842.85	1408.80
403	Depreciation Expense	26978.81	29086.22
408	Taxes Other Than Income	13226.62	14301.94
408.11	Property Taxes	10479.35	10575.67
409	Income Tax	0.00	(50.00)
	TOTAL OPERATING EXPENSES	\$ 253448.17	\$ 282019.52
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(7862.84)	(9766.48)
	TOTAL OTHER INCOME/EXP	\$ (7862.86)	\$ (9766.48)
	NET INCOME/(LOSS)	\$ 13101.08	\$ (1045.12)

COMPANY NAME Chino Meadows II Water Co., Inc.

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	06-13-96	07-03-98	12-15-98	
Source of Loan	Wells Fargo	Bank One	1st American Title	
ACC Decision No.	59703	61714	61714	
Reason for Loan	New Well & Tank	New Service Truck	Land Purchase	
Dollar Amount Issued	\$ 85,000.	\$ 11,286.	\$ 3,000.	\$
Amount Outstanding	\$ 47,378.25	\$ 3,574.04	\$ 1,360.90	\$
Date of Maturity	06-13-06	07-03-03	12-25-04	
Interest Rate	10%	8.25%	10%	
Current Year Interest	\$ 5,249.01	\$ 513.84	\$ 240.02	\$
Current Year Principle	\$ 8,315.07	\$ 2,257.44	\$ 461.23	\$

Meter Deposit Balance at Test Year End	<u>\$ 78,693.08</u>
Meter Deposits Refunded During the Test Year	<u>\$ 16,885.94</u>

COMPANY NAME Chino Meadows II Water Co., Inc.

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
552320	15	200+	10"	3"
613720	20	250	12"	3"

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 85070

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	3 (1 Stand)	4	
25	1		
5	2		
10	1		
7.5	2 (Stand)		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
67,000	1	5,000	2
20,000	1	1,000	1
10,000	2		

STATISTICAL INFORMATION

Total number of customers	680
Total number of gallons sold	50,395,065 gallons

COMPANY NAME Chino Meadows II Water Co., Inc. **YEAR ENDING 12/31/2001**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported (\$3,090.59)
Estimated or Actual Federal Tax Liability (\$1,812.00) Applied to 2002 Est. Tax

State Taxable Income Reported (\$3,090.59)
Estimated or Actual State Tax Liability (\$990.00) Applied to 2002 Est. Tax

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

May 13, 2002

DATE

Dewey J. Levie

PRINTED NAME

President

TITLE

COMPANY NAME Chino Meadows II Water Co., Inc. YEAR ENDING 12/31/2001

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

\$ 10,575.67

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

ARIZONA CORPORATION
COMMISSION

RECEIVED
MAR 11 2002

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Yavapai	Director of Utilities
NAME (OWNER OR OFFICIAL) TITLE Dewey J. Levie, President	
COMPANY NAME Chino Meadows II Water Co., Inc.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA COPRORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)
\$ <u>319,711.20</u>

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 29,562.24
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL _____

(928) 636-2616

TELEPHONE NUMBER _____

SUBSCRIBED AND SWORN TO BEFORE ME

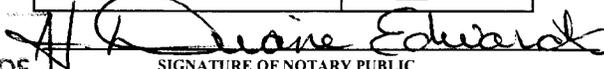
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 7th DAY OF

COUNTY NAME Yavapai	
MONTH March	20 <u>02</u>

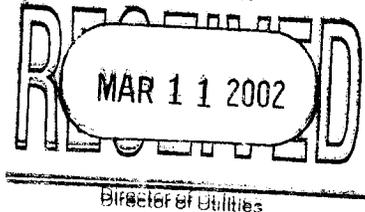
(SEAL)
MY COMMISSION EXPIRES


H. DUANE EDWARDS
Notary Public, State of Arizona
YAVAPAI COUNTY
My Comm. Expires Mar. 27, 2004


SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>Yavapai</u>	
NAME (OWNER OR OFFICIAL) <u>Dewey J. Levie</u>	TITLE <u>President</u>
COMPANY NAME <u>Chino Meadows II Water Co., Inc.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

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ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>319,711.20</u>

(THE AMOUNT IN BOX AT LEFT INCLUDES \$ 29,562.24 IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.**

X 
SIGNATURE OF OWNER OR OFFICIAL

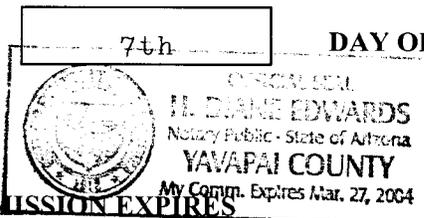
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

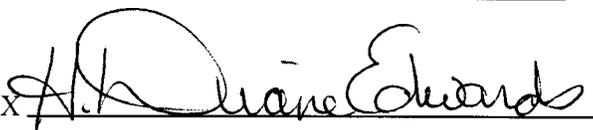
THIS 7th **DAY OF**

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME <u>H. Diane Edwards</u>	
COUNTY NAME <u>Yavapai</u>	
MONTH <u>March</u>	<u>.20 02</u>

X 
SIGNATURE OF NOTARY PUBLIC

CHINO MEADOWS II WATER CO., INC.

(520) 636-2616
P.O. BOX 350 - 501 N. HWY 89
CHINO VALLEY, AZ 86323

THE STOCKMAN'S BANK
CHINO VALLEY, AZ 86323

09349

91-504/1221/50

4/27/01

PAY TO THE ORDER OF County Treasurer

\$ **5,172.31**

Five Thousand One Hundred Seventy-Two and 31/100***** DOLLARS

County Treasurer
255 East Gurley Street
Prescott Az 86301

Sharon Benai
AUTHORIZED SIGNATURE

MEMO 2nd Half Property Tax

⑈009349⑈ ⑆122105045⑆ 5010013257⑈ ⑈00051723⑈

106090
0102000021

05022001 YAVAPAI CREDIT TO PAYEE'S ACCT
21668 0017 ENDORSEMENT GUARANTEED
26658264 BANK ONE, PHOENIX, AZ
1221-00024

08

122100024

ONE ARIZONA, N.A.
PHOENIX, ARIZONA

122100024

X
ELECTRONIC
122100024

